

VERIZON TELEPHONE COMPANIES FCC TARIFF NO. 21
INVESTMENT AND COST DATA
SUMMARY

ICB #: CA2004-285582 - Electronic Clearing House
Rate Element: DS3 Local Loop at 730 Paseo, Camarillo, CA
State: California-G

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I. Cost and Salvage Value of Equipment			
1. Circuit Equipment Material	\$0.00		
2. Outside Plant Material	\$6,902.58		
3. Central Office Equipment Material	\$0.00		
4. Total Material Cost (1)+(2)+(3)	\$6,902.58		
5. Circuit Equipment Net Salvage (Incl. Cost of Removal)	\$0.00		
6. Outside Plant Net Salvage (Incl. Cost of Removal)	-\$1,148.30		
7. Central Office Equipment Net Salvage (Incl. Cost of Removal)	\$0.00		
8. Net Material Cost (4)-(5)-(6)-(7)	\$8,050.88		
		LABOR HOURS	LABOR RATE
II. Installation Cost			
9. Circuit Equipment Engineering Labor	\$0.00	0.00	\$71.59
10. Outside Plant Engineering Labor	\$17,774.50	158.94	\$111.83
11. Central Office Equipment Engineering Labor	\$0.00	0.00	\$71.59
12. Total Engineering Labor (9)+(10)+(11)	\$17,774.50		
13. Circuit Equipment Installation Labor	\$0.00	0.00	\$45.76
14. Outside Plant Installation Labor	\$13,599.44	246.90	\$55.08
15. Central Office Equipment Installation Labor	\$0.00	0.00	\$45.76
16. Total Installation Labor (13)+(14)+(15)	\$13,599.44		
17. Total Installed Cost (4)+(12)+(16)	\$38,276.52		
III. Non-Reusable Cost			
18. Engineering/Installation Labor Cost (12)+(16)	\$31,373.94		
19. Cost of Removal Net of Salvage	\$1,148.30		
20. Total Non-Reusable Cost (18)+(19)	\$32,522.24		
IV. Net Investment			
21. Total Net Investment (17)-(5)-(6)-(7)	\$39,424.82		% of Total Investment
V. Total Annual Costs			
22. Circuit Equipment Depreciation	\$0.00	0.00%	
23. Outside Plant Depreciation	\$37,123.89	96.99%	
24. Central Office Equipment Depreciation	\$0.00	0.00%	
25. Return	\$2,179.29	5.69%	
26. Federal and State Income Tax	\$1,012.08	2.64%	
27. Plant Specific - Maintenance/Repair	\$483.85	1.26%	
28. Direct Administration	\$685.59	1.79%	
29. Non-Capitalized Expenses	\$0.00	0.00%	
30. GRT on Incremental Cost	\$0.00	0.00%	
31. Total Incremental Cost (22)..(30)	\$41,484.69		
Indirect Administration:			
32. Plant Specific - Support	\$1,122.52	2.93%	
33. Plant Non-Specific	\$0.00	0.00%	
34. Corporate Operations	\$0.00	0.00%	
35. Miscellaneous Loadings	\$0.00	0.00%	
36. Other Taxes	\$0.00	0.00%	
37. GRT on Indirect Admin.	\$0.00	0.00%	
38. Total Fully Allocated Cost (31)+(32)..(37)	\$42,607.21		
		% Unit Cost/ Price	
VI. Amounts to be Tariffed			
39. Proposed Non-Recurring Charge	\$9,056.00		
40. Credit for NRC	\$297.56		
41. Incremental Monthly Cost	\$1,065.52		
43. 3 year Monthly Recurring Charge	\$1,102.00	96.69%	
46. Fully Allocated Monthly Cost	\$1,102.40		

RETURN AND INCOME TAX CALCULATIONS (11.25% RATE OF RETURN)

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Return

Components	Investment	Monthly Present Value Cost
Circuit Equipment Material	\$0.00	\$0.00
Circuit Equipment Engineering	\$0.00	\$0.00
Circuit Equipment Installation	\$0.00	\$0.00
Total Circuit Equipment	\$0.00	\$0.00
Less		
Net Salvage Value	\$0.00	\$0.00
Monthly Circuit Equipment Capital Recovery x 12 Months		\$0.00 12
Annual Circuit Equipment Capital Recovery		\$0.00
Less:		
Annual Circuit Equipment Depreciation		\$0.00
Annual Circuit Equipment Return		\$0.00

Components	Investment	Monthly Present Value Cost
Outside Plant Material	\$6,902.58	\$610.87
Outside Plant Engineering	\$17,774.50	\$1,573.01
Outside Plant Installation	\$13,599.44	\$1,203.53
Total Outside Plant	\$38,276.52	\$3,387.41
Less		
Net Salvage Value	-\$1,148.30	-\$90.86
Monthly Outside Plant Capital Recovery x 12 Months		\$3,478.26 12
Annual Outside Plant Capital Recovery		\$41,739.17
Less:		
Annual Outside Plant Depreciation		\$39,424.82
Annual Outside Plant Return		\$2,314.36

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Return (contd.)

Components	Investment	Monthly Present Value Cost
Central Office Equip. Material	\$0.00	\$0.00
Central Office Equip. Engineering	\$0.00	\$0.00
Central Office Equip. Installation	\$0.00	\$0.00
Total Central Office Equip.	\$0.00	\$0.00
Less		
Net Salvage Value	\$0.00	\$0.00
Monthly Central Office Equip. Capital Recovery x 12 Months		\$0.00 12
Annual Central Office Equip. Capital Recovery		\$0.00
Less:		
Annual Central Office Equip. Depreciation		\$0.00
Annual Central Office Equip. Return		\$0.00
Circuit Equipment Return		\$0.00
Outside Plant Return		\$2,314.36
Central Office Equipment Return		\$0.00
Total Return		<u>\$2,314.36</u>

Federal and State Income Tax

Components	Investment	Factor	Monthly Present Value Cost
Total Circuit Equipment	\$0.00	0.0000	\$0.00
Total Outside Plant	\$38,276.52	0.0023	\$89.57
Total Central Office Equipment	\$0.00	0.0000	\$0.00
Total Monthly Federal and State Income Tax X 12 Months			\$84.34 12
Total Annual Federal and State Income Tax			<u>\$1,012.08</u>